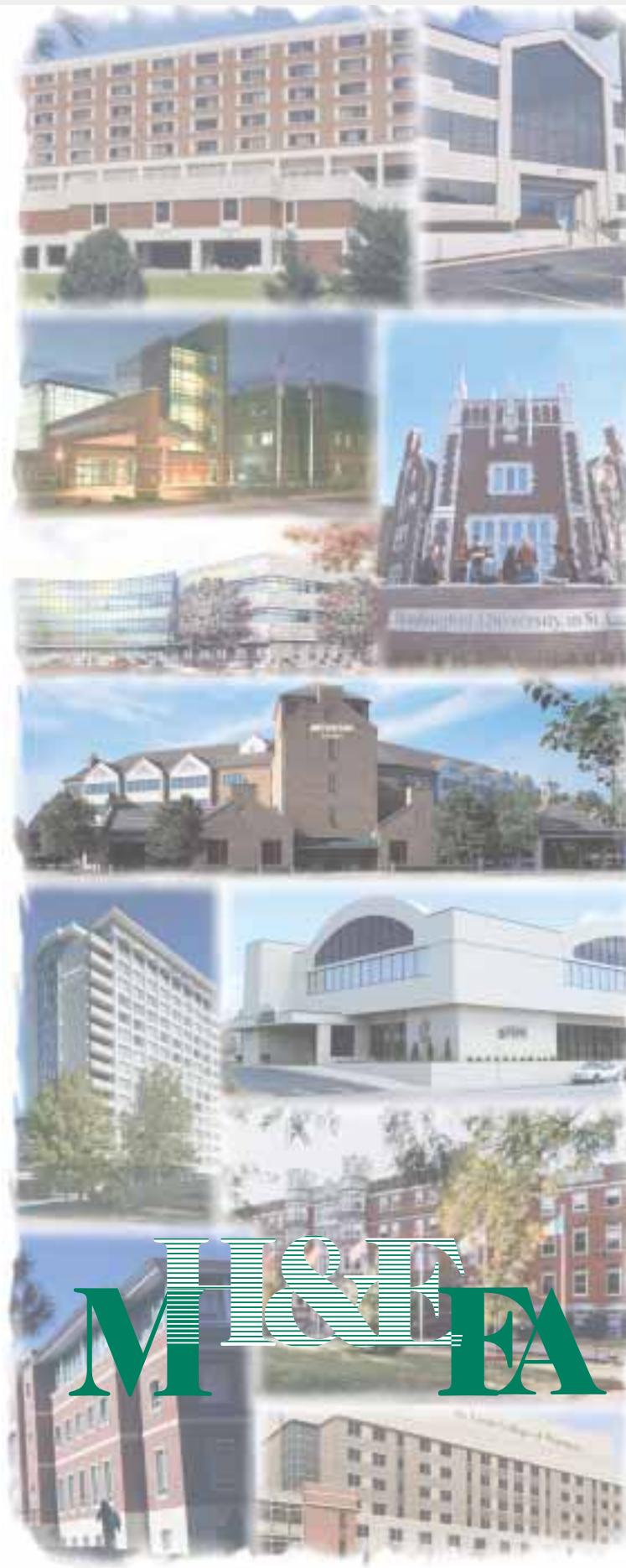


TABLE OF CONTENTS



2001 Annual Report

- 2** Chair's Letter
- 3** Mission Statement
- 4** Authority Members
- 5** Membership
- 5** Authority Representatives
- 6** The Authority
- 8** Financial Services
- 10** Programs
- 12** Cumulative Summary of Financings
- 14** Projects Financed
- 19** Institutions
- 21** Financial Statements
- 28** Notes to Financial Statements
- 31** Additional Information

Table of
Contents

CHAIR'S LETTER

The year 2001 was a watershed time for the Health and Educational Facilities Authority of the State of Missouri. It will be remembered as the most active year ever for the Authority in terms of the amount of bonds issued to finance the capital projects needs of Missouri health care and educational institutions. The Authority's record issuance in excess of \$1.3 billion in nineteen separate financings is believed to be, not only the Authority's largest one-year issuance, but also the highest annual total by a Missouri governmental entity in history.

The year will also be remembered for the first series of bond transactions pursuant to the Authority's expanded powers to issue bonds for capital projects of Missouri entities in other states. This new power was exercised in four separate financings in 2001. These issuances assisted Missouri-based entities, several of which had been instrumental in the passage of the legislation which resulted in the new powers. The 2001 multi-state financings benefited two large Missouri-based health care organizations, SSM Health Care, which borrowed \$257 million in two separate transactions, and Sisters of Mercy Health System, which borrowed \$378 million, the largest bond issue in Authority history. One multi-state bond issue was completed for a Missouri-based educational organization, Assemblies of God Financial Services Group, which borrowed \$80 million for projects at several of its colleges.

The majority of the Authority's nineteen financings in 2001 were to benefit educational institutions. Joining the Assemblies of God Financial Services Group, Hannibal-LaGrange College and Missouri Valley College, were two other educational institutions borrowing through the Authority for the first time. Saint Louis College of Pharmacy completed a \$51 million financing through the Authority, its first in several years. In addition, one of the most frequent Authority borrowers, Washington University, benefited from two bond issues aggregating nearly \$250 million during the past year. Also engaging in a sizable bond issue was Webster University which borrowed \$35 million through an Authority transaction. Financings were also accomplished for The Pembroke Hill School and the University of Health Sciences.



Clifford I. Whipple, Ph.D.
Chair

In the past year the Authority also participated in the first competitive sale of an Authority bond issue in memory. The \$35 million bond issue will assist in the financing of a new sports arena for the University of Missouri. These bonds are to be paid by annual appropriations of the State of Missouri and the competitive sale was requested by the State.

The Authority's two advance funding programs and its administration of the public school district direct deposit program round out the picture of the Authority's financing of educational institutions in 2001. In its sixth year of the program, the Authority's Higher Education Working Capital Loan Program had ten participants for over \$27 million in financing needs. In its seventeenth year, the Authority's Advance Funding Program for public school districts had sixteen participants for over \$48 million in financing needs. In addition, the Authority continued its unique role as program administrator of the Missouri Direct Deposit Program for public school districts. The Direct Deposit Program involved 89 school district bond issues involving in excess of \$518 million in bonds for the State fiscal year ending during 2001.

In addition to the Authority's work for educational institutions, the past year was also the most active in recent times for traditional health care financings by the Authority. As mentioned, SSM Health Care and the Sisters of Mercy Health System both participated in major financings last year.

CHAIR'S LETTER

There also was a substantial transaction involving \$100 million for St. Luke's Episcopal-Presbyterian Hospital. In addition, there were health care borrowings by Lake Regional Health System and the Family Care Health Center. In the area of senior housing and long-term care, there was a \$54 million bond issue for Bethesda Health Group in a significant and long-promised transaction.

In an effort to keep Missouri abreast of state and national developments, issues and trends, the Authority remained active in 2001 with governmental entities and industry trade groups and associations. The Authority worked to maintain its relationships with key representatives in the Missouri Legislative and Executive Branches as well as with its long-time friends at the Missouri Hospital Association, the Missouri School Boards Association and the Missouri Association of School Administrators. In addition, the Authority continued its involvement and ties with the National Councils of both the Health Care and the Educational Facilities Finance Authorities. In that regard, the Authority was proud to serve as the "host" organization for the Spring 2001 conference of the National Council of Health Facilities Finance Authorities in Branson, Missouri.

The Authority requests the help of all Missourians, and other interested groups and individuals, in pursuit of its mission of assisting private and public nonprofit health care and educational institutions to achieve

the lowest possible cost for health care and education by the financing of those institution's capital needs. In that regard, questions and comments on Authority activities and initiatives are always welcomed and appreciated.



Clifford I. Whipple, Ph.D.
Chair

Dr. Whipple is a practicing Psychologist in Springfield, Missouri. He is a graduate of the University of Missouri and obtained his M.A. and Ph.D. degrees from the University of Kentucky. He is a Diplomate and board certified in Clinical Psychology. He was the first head of the Department of Psychology at Southwest Missouri State University and taught at SMSU until he retired in 1992. In addition to his Clinical work, Dr. Whipple taught at Forest Institute of Professional Psychology for six years. He is now a member of the Board of Directors at Forest Institute. He is a Fellow and past-President of the Missouri Psychological Association. He was Chairman of the State Committee of Psychologists, which is the state licensing board for Missouri Psychologists, and served as a member of this board for six years. Term as a member expires July 30, 2004.

MISSION STATEMENT

The Mission of the Health and Educational Facilities Authority of the State of Missouri is to provide access to the capital markets in an effort to lower the cost of health and educational services in Missouri by providing high quality, readily available, low cost financing alternatives for Missouri public and private, non-profit health and educational institutions.

Mission
Statement

AUTHORITY MEMBERS

Donald E. Thompson Vice Chair

Mr. Thompson, a resident of Troy, Missouri, is Chief Executive Officer of Peoples Bank and Trust Company of Lincoln County, President of Lincoln County Bancorp, Inc., Director of Warren County Bancorp, Inc., Chairman and Director of Bank of Louisiana, Chairman and Director of Peoples Bank of Altenberg, Director of Midwest Independent Bank, Director of Bankers Bancorp, Inc., Chairman and Director of Exchange Bank of Missouri, Chairman and Director of Exchange Bank of N.E. Missouri. Mr. Thompson is active in many business and civic organizations. Term as a member expires July 30, 2003.

Robert E. Bell Treasurer

Mr. Bell, a resident of St. Louis, Missouri, is President and Chief Executive Officer of Robert E. Bell and Associates, a management-consulting firm, Chairman of Profit Max Inc., a performance improvement company, and a former Senior Vice

President of Ralston Purina Company. Mr. Bell is a former Chairman of the St. Louis Private Industry Council and The Urban League of Metropolitan St. Louis. He is presently or has served as a board member of the Urban League, the United Way of Greater St. Louis, the Missouri Employment and Training Council, and Human Resource Management Corporation. He also served on the Civic Progress Dialogue Group and The Black Leadership Roundtable and is involved in many other community and business organizations. Term as a member expires July 30, 2003.



Nadia T. Cavner

Ms. Cavner, a resident of Springfield, Missouri is a Senior Vice-President and Senior Financial Consultant with US Bancorp Investments, Inc. She serves on the advisory councils of Putnam Investments and Franklin Templeton Funds. She has been ranked the top Banking Broker in the United States with Putnam Investments for the past five years. Her sales results are among the top 1% in the investment industry. Ms. Cavner has been in the investment industry for the past twelve years. Term as a member expires July 30, 2002.



Delores (Dee) A. Hudson

Mrs. Hudson, a resident of Warrensburg, Missouri, is Director Emeritus of Admissions at Central Missouri State University, and in 2001 she was appointed to the Board of Governors of that institution. In

1995 Mrs. Hudson was elected to the Board of Directors of the National Council of Health Facilities Finance Authorities and served as secretary of that organization from 1997 to 2001. She is the president of the Warrensburg Depot Renovation, Preservation Foundation and vice-chair of the Warrensburg Area Economic Development Corporation. She serves on the Board of Directors of the Western Missouri Medical Center Auxiliary and is active in numerous civic and service organizations. Term as a member expires July 30, 2005.



AUTHORITY MEMBERS

Jewel L. Hunter

Mr. Hunter, a resident of St. Louis County, Missouri, is a developer of residential and commercial property in Franklin County and St. Louis County. He is a charter organizer and Director of the Central West End

Savings Bank and has served as Secretary since the bank was chartered in 1979. He is retired from the Small Business Administration, where he was an Assistant Director. Mr. Hunter served ten years on the Board of Equalization of St. Louis County, including three years as Chairman. He has served as Regional Governor and Secretary of the National Executive Board of the American Society of Appraisers and also as President of the St. Louis Chapter of the A.S.A. He is a member of the Appraisal Institute and the International Association of Assessing Officers and is active in numerous business, professional and civic groups in the St. Louis area. Term as a member expires July 30, 2004.



Thomas S. Thomas

Mr. Thomas, a resident of Columbia, Missouri, is Corporate Vice-President – Public Policy and President, SSM Policy Institute associated with the SSM Health Care System headquartered in St. Louis. He was a member and Chairman of the Missouri State Board of Health, is a former board member of the Columbia Chamber of Commerce, is a Life Trustee of Westminster College in Fulton, Missouri, a member of the Advocacy Committee of the National Council of Health Facilities Finance Authorities, has been a member of the Policy Committees of the American College of Healthcare Executives, the Catholic Health Association, the American Hospital Association, and the Premier Health System, and is Regent and Fellow of the American College of Healthcare Executives. He is active in numerous civic organizations. Term as a member expired July 30, 1996.



MEMBERSHIP

The Act provides for seven members appointed by the Governor of the State of Missouri, with the advice and consent of the Senate. Each member must be a resident of the State and no more than four members may be of the same political party. Members are appointed for five year terms. Members continue to serve after expiration of their term until a successor is appointed or they are reappointed.

AUTHORITY REPRESENTATIVES

Michael J. Stanard

Executive Director

Vincent M. Loretta

Assistant Director

Antoinette M. Wilcox

Administrative Assistant

Thompson Coburn

General Counsel

Stern Brothers & Co.

Financial Advisor

Authority
Members

Membership

Authority
Representatives

THE AUTHORITY

The Health and Educational Facilities Authority of the State of Missouri, created by an Act of the Missouri General Assembly and operational in 1979, is empowered to make loans to any participating health or educational institution and to refund outstanding obligations, mortgages or advances issued, made or given for the cost of facilities.

The Authority assists not-for-profit institutions in borrowing funds at the lowest possible cost to provide quality medical and educational services to Missouri residents. Interest paid on Authority bonds and notes is exempt from federal and Missouri state income taxation, resulting in materially lower interest rates for substantial savings on financing cost.

Many types of health care and educational institutions across the state receive financing

assistance from the Authority. Health care financings have been arranged for health facilities ranging from fewer than 100 to over 1,000 beds, including acute and primary care facilities, teaching and research centers, osteopathic hospitals, retirement and nursing homes, specialized care centers and alcoholic rehabilitation treatment centers. Educational financings include public universities, liberal arts colleges, major research universities and medical schools, institutions of specialized instruction, public school districts and private elementary and secondary schools.

During 1985 the Authority became authorized to assist public school districts and community colleges with loans to fund shortfalls in operating funds during the school year. Higher education institutions also can be assisted with cash flow shortages.



Washington University
Ridgely Hall



SSM Health Care

THE AUTHORITY

In 1988, the Authority issued a series of bonds designed to assist organizations that provide care for persons affected by mental disabilities.

During 1995, the Authority was charged with developing guidelines for and the administration of the Direct Deposit Program, which provides strong credit ratings for Missouri school districts. The Authority also developed the HELP Program, which provided low interest loans to small and/or rural health care and educational facilities.

The Authority's bonds and notes do not constitute a debt or liability of the State of Missouri or of any political subdivision

thereof, within the meaning of any State constitutional provision or statutory limitation. The Authority has no taxing power. The credit supporting any Authority note or bond issue is the credit of the individual borrowing institutions. The bonds and notes are limited obligations of the Authority payable solely from payments made by the borrowing institution.

The validity of the Authority's Act was upheld by the Missouri Supreme Court in Menorah Medical Center vs. Health and Educational Facilities Authority of the State of Missouri 584 S. W. 2d 73 (MO 1979).

St. Louis College
Of Pharmacy



Saint Luke's Episcopal-Presbyterian Hospital

The
Authority

FINANCIAL SERVICES

The Authority assists health care and educational institutions in financing equipment purchases and capital projects at the lowest possible cost. Financing options that the Authority offers to Missouri institutions consist of the following debt instruments:

Floating Or Fixed Rate Notes

The interest rate on these one to two year notes either floats, with the rate adjusted periodically, or is fixed for its term. The borrower is able to take advantage of lower interest rates while planning long-term financing according to projected needs.

Variable Floating Rate Bonds

While these instruments have a nominal long-term maturity, the interest rate is adjusted periodically (usually daily or

weekly). The borrower is able to take advantage of low short-term rates, but also, if conditions warrant, to lock in a fixed interest rate without many of the costs associated with a new issuance of bonds. During 2001, weekly adjustable rates ranged from a low of 1.15% to a high of 4.89% with an average rate of 2.67%.

Fixed Rate Bonds

Short To Intermediate Term Bonds

A variation of traditional fixed rate long-term bonds, these fully amortized bonds are for borrowers who desire shorter prepayment provisions and can generate sufficient revenues to retire the principal over a shorter maturity. The bonds are generally issued for periods ranging from 10-15 years, with a 5-8 year prepayment provision.



University of Health Sciences



Sisters of Mercy
Health Systems

FINANCIAL SERVICES

Long-Term Bonds

These traditional 20 to 60 year fully amortized term bonds are issued at prevailing market rates. This type of instrument offers the security of fixed rates and the opportunity to stabilize interest costs in a volatile market while matching a longer term liability with the expected useful life of the asset.

Refundings Of Prior Debt

Health care and educational institutions often refinance to take advantage of lower interest rates in the market place than existed at the time of prior financing. Similarly, such institutions often wish to avoid restrictive covenants or collateral requirements contained in a prior financing that would no longer be necessary in a new financing. The Authority

has the ability to issue "refunding bonds" which can accomplish these goals. Such bonds often can be issued to refund the institution's obligations even if the Authority was not involved in the original financing. Such "refundings" may, depending on the terms of the prior financing and what is advantageous at the time, either be "current" refundings in which the prior debt is paid off within 90 days of the issuance of the new bonds, or "advance" refundings in which the proceeds of a new bond issue are placed in escrow to pay off the old bonds at some designated time in the future. The Tax Reform Act of 1986 placed restrictions on advance refundings, yet most institutions are still able to take advantage of this financing technique.

Lake Regional Health System



Bethesda Health Group



Financial Services

PROGRAMS

School District Advance Funding Program

In 1985 the Authority and the Missouri School Boards Association established the Missouri School District Advance Funding Program to provide the lowest cost financing available for Missouri school districts and public community junior colleges to fund any cash flow deficits that might occur in their various funds during the fiscal year. Some of the advantages of participating in the program include low borrowing rates, high investment rates, costs of issuance shared by all participants and easy access to funds. Since 1985, over \$900 million has been loaned to participants under the Advance Funding Program.

Direct Deposit Program

In 1995, the Missouri Legislature adopted Senate Bill No. 301 which sets forth the development of a program to assist Missouri school districts with their financing needs. The Direct Deposit Program, administered by the Authority, provides two principal benefits to school districts issuing general obligation bonds.

First, in an effort to improve the credit quality of all school districts in Missouri, the Program, effectively, provides for credit enhancement by authorizing the direct deposit, by the State of Missouri to a bank serving as trustee, of a portion of state aid payments that would otherwise be paid directly to the involved school district. The direct deposit amount is equal to debt service on the school district bonds. This procedure results in a credit rating in the second highest rating category (i.e. "AA+"), resulting in attractive interest rates on the bonds at no additional cost to the involved district or the State.

Second, to assist the school districts with the costs involved in issuing such bonds, the Program provides for the payment of a grant to participating school districts for the lesser of 2% of the par amount of the bonds issued or the actual reasonable costs of issuance as determined by the Authority.

As of June 30, 2001, 556 financings have been processed through the program, representing \$2.87 billion of bonds issued.



Hannibal-
LaGrange
College

PROGRAMS

HELP Program

The Authority, recognizing the difficulty that small and/or rural providers of health care and educational services experience obtaining adequate financing for their capital needs, in 1995 created the HELP program to provide these organizations access to low cost loans.

Through the HELP Program, the Authority loans up to \$200,000 for a maximum of ten years at attractive interest rate to small and rural health care and educational providers.

Thirteen institutions have taken advantage of the benefits of this program.

Higher Education Working Capital Loan Program

During 1996, the Authority established the Higher Education Working Capital Loan Program to help alleviate cash flow difficulties that are typically experienced during part of each fiscal year by higher educational institutions. The Program allows participating institutions to borrow money under an advance funding agreement to provide funds during that portion of its current fiscal year when funds are not yet on hand to pay expenses as incurred.

As of December 31, 2001, \$98.64 million of bonds have been issued under this program.



Assemblies of God
Financial
Services Group



Webster University

Programs

CUMULATIVE SUMMARY OF FINANCINGS

Year	Public Issue Bonds		Private Issue Bonds		#	Notes Amount	#	Total Amount
	#	Amount	#	Amount				
1979	1	63,100,000	—	—	1	20,000,000	2	83,100,000
1980	3	112,765,000	2	5,795,000	3	23,245,000	8	141,805,000
1981	4	79,285,000	3	20,350,000	4	94,000,000	11	193,635,000
1982	4	113,935,000	—	—	3	61,000,000	7	174,935,000
1983	4	155,350,000	4	96,110,000	—	—	8	251,460,000
1984	2	34,890,000	2	109,465,000	—	—	4	144,355,000
1985	16	612,625,000	3	23,825,000	1	75,550,000	20	712,000,000
1986	2	32,500,000	—	—	—	—	2	32,500,000
1987	11	417,324,350	1	5,500,000	1	13,515,000	13	436,339,350
1988	6	241,485,000	—	—	1	26,055,000	7	267,540,000
1989	12	521,229,952	1	15,000,000	2	42,920,000	15	579,149,952
1990	8	220,408,035	—	—	2	56,410,000	10	276,818,035
1991	8	285,934,996	3	14,175,000	1	70,200,000	12	370,309,996
1992	11	547,163,306	1	2,500,000	1	76,110,000	13	625,773,306
1993	13	758,002,437	2	1,600,000	1	9,500,000	16	769,102,437
1994	8	355,520,000	2	4,734,257	1	50,010,000	11	410,264,257
1995	6	280,570,000	2	13,588,625	2	74,825,000	10	368,983,625
1996	14	390,595,000	3	9,470,000	1	100,360,000	18	500,425,000
1997	6	91,975,000	—	—	2	100,355,000	8	192,330,000
1998	15	982,127,211	5	24,036,607	2	88,355,000	22	1,094,518,818
1999	16	310,430,000	1	1,341,848	2	64,735,000	19	376,506,848
2000	9	553,785,000	2	8,290,832	2	75,440,000	13	637,515,832
2001	14	1,266,200,000	3	13,035,894	2	75,620,000	19	1,354,855,894
Total	193	\$8,427,200,287	40	\$368,818,063	35	\$1,198,205,000	268	\$9,994,223,350



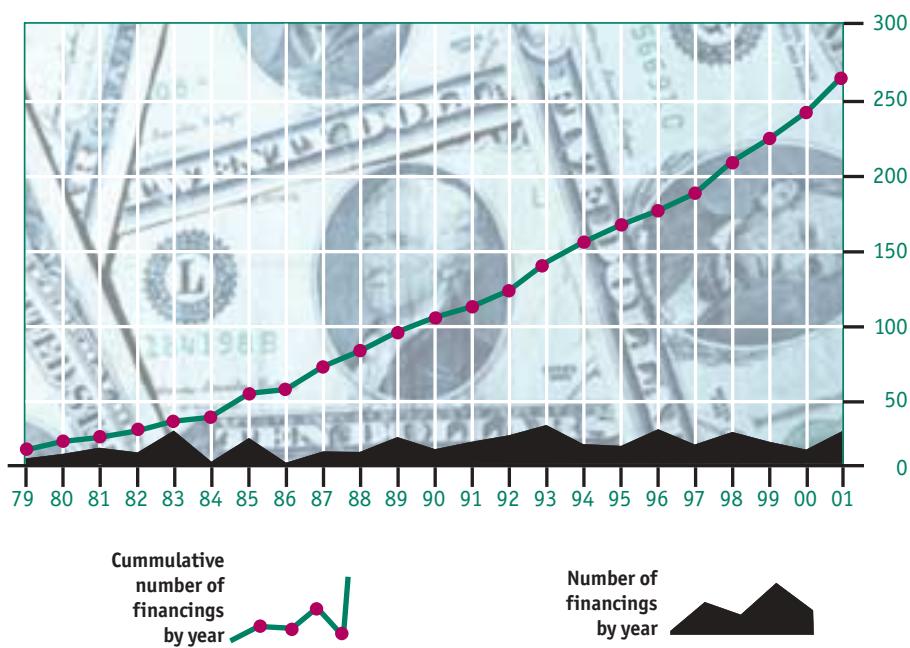
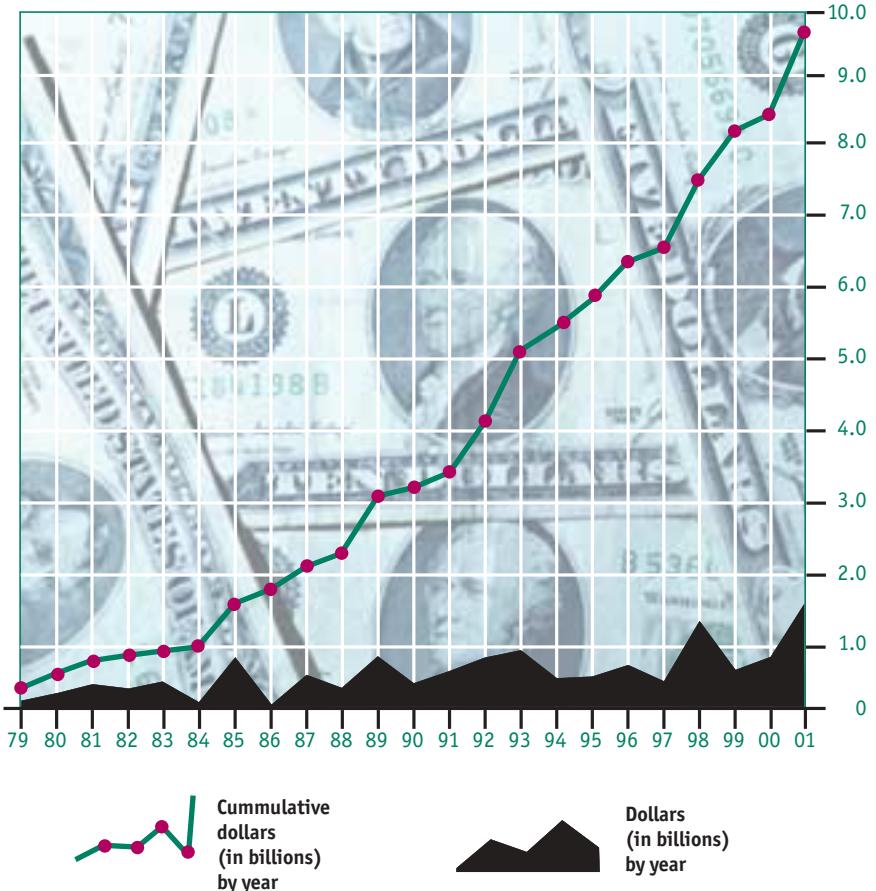
Missouri Valley College

Cumulative Summary of Financings

Family Care Health Center



CUMULATIVE SUMMARY OF FINANCINGS



Cumulative
Summary of
Financings

PROJECTS FINANCED

Institution 2001	Location	Amount
Family Care Health Center	St. Louis	3,210,000
Webster University	St. Louis	35,000,000
Higher Education Revenue Anticipation Notes	Statewide	27,585,000
Assemblies of God Financial Services Group	Springfield	80,000,000
SSM Health Care	St. Louis	248,570,000
St. Louis College of Pharmacy	St. Louis	51,000,000
St. Luke's Episcopal-Presbyterian Hospital	Chesterfield	100,000,000
The Washington University	St. Louis	176,490,000
Sisters of Mercy Health System	St. Louis	378,300,000
The Pembroke Hill School	Kansas City	10,000,000
Hannibal-LaGrange College	Hannibal	7,435,000
Bethesda Health Group	St. Louis	54,385,000
University of Health Sciences	Kansas City	8,305,000
The Washington University	St. Louis	73,355,000
Missouri School District Advance Funding Program	Statewide	48,035,000
Lake Regional Health System	Osage Beach	972,062
Missouri Valley College	Marshall	8,360,000
SSM Health Care	St. Louis	8,853,832
University of Missouri	Columbia	35,000,000
		\$1,354,855,894

Institution 2000	Location	Amount
Deaconess Long Term Care of Missouri	Statewide	\$6,780,000
The Pembroke Hill School	Kansas City	10,000,000
The Washington University	St. Louis	155,000,000
SSM Health Care	St. Louis	4,290,832
Higher Education Revenue Anticipation Notes	Statewide	24,000,000
Maryville University	St. Louis	15,000,000
The Washington University	St. Louis	9,270,000
Stowers Institute for Medical Research	Kansas City	215,000,000
Missouri School District Advance Funding Program	Statewide	51,440,000
St. Anthony's Medical Center	St. Louis	86,335,000
Dialysis Clinic, Inc.	Statewide	4,000,000
Saint Louis Priory School	St. Louis	6,400,000
Lutheran Senior Services	St. Louis	50,000,000
		\$637,515,832

Institution 1999	Location	Amount
William Woods University	Fulton	\$8,000,000
National Benevolent Association	St. Louis	2,860,000
Rockhurst University	Kansas City	15,790,000
St. Louis University High School	St. Louis	18,820,000
Higher Education Revenue Anticipation Notes	Statewide	26,300,000
The Visitation Academy	St. Louis	6,300,000
The Washington University	St. Louis	9,135,000
Park University	Parkville	6,000,000
Saint Louis University	St. Louis	67,000,000
Health Care Pooled Finance Program	Statewide	84,000,000
Missouri School District Advance Funding Program	Statewide	38,435,000
Central Institute For The Deaf	St. Louis	25,245,000
Stephens College	Columbia	4,500,000
Kansas City Art Institute	Kansas City	10,000,000
Swope Parkway Health Center	Kansas City	4,500,000
William Jewell College	Liberty	8,000,000
Drury University	Springfield	33,080,000
Lake Regional Health System	Osage Beach	1,341,848
Central Missouri State University	Warrensburg	7,200,000
		\$376,506,848

Institution 1998	Location	Amount
Freeman Health System	Joplin	\$26,285,000
The Washington University	St. Louis	105,770,000
Health Midwest-Park Lane Medical Center	Kansas City	13,900,000
Stowers Institute for Medical Research	Kansas City	125,000,000
Higher Education Revenue Anticipation Notes	Statewide	17,555,000
Southwest Baptist University	Bolivar	7,000,000
SSM Health Care	St. Louis	292,120,000
Missouri Baptist College	St. Louis	3,960,000
Fontbonne College	St. Louis	9,400,000

PROJECTS FINANCED

Institution 1998 continued	Location	Amount
Rockhurst High School	Kansas City	13,000,000
Truman Medical Center	Kansas City	3,427,107
Lake Regional Health System	Osage Beach	961,880
The Children's Mercy Hospital	Kansas City	20,595,000
Lake Regional Health System	Osage Beach	35,000,000
Saint Louis University	St. Louis	74,997,211
The Pembroke Hill School	Kansas City	15,000,000
Dialysis Clinic, Inc.	Statewide	3,700,000
Heartland Health System	St. Joseph	2,047,620
Missouri School District Advance Funding Program	Statewide	70,800,000
BJC Health Care	St. Louis	225,000,000
The Barstow School	Kansas City	4,000,000
Capital Region Medical Center	Jefferson City	\$25,000,000
		\$1,094,518,818

Institution 1997	Location	Amount
Missouri School District Advance Funding Program	Statewide	\$97,155,000
Direct Deposit Program Refunding Pool	Statewide	860,000
Ranken Technical College	St. Louis	7,265,000
Maryville University	St. Louis	9,815,000
Cox Health System	Springfield	46,600,000
Lutheran Senior Services	St. Louis	25,335,000
Area Rescue Consortium of Hospitals (ARCH)	St. Louis	2,100,000
Drury University	Springfield	3,200,000
		\$192,330,000

Institution 1996	Location	Amount
Saint Louis Priory School	St. Louis	\$5,000,000
The Washington University	St. Louis	142,400,000
Saint Louis University	St. Louis	53,000,000
Southwest Missouri State University	Springfield	6,500,000
John Fitzgibbon Memorial Hospital	Marshall	7,270,000
Saint Francis Medical Center	Cape Girardeau	25,000,000
Bethesda Barclay House	St. Louis	12,000,000
Forsyth School, Inc.	St. Louis	1,200,000
National Benevolent Association-Woodhaven Learning Center	Columbia	2,355,000
Lake Regional Health System	Osage Beach	18,025,000
The Community School Association	St. Louis	1,000,000
Missouri School District Advance Funding Program	Statewide	100,360,000
Drury University	Springfield	12,450,000
Lutheran Senior Services	St. Louis	35,285,000
William Jewell College	Liberty	6,875,000
Deaconess Long Term Care of Missouri, Inc.	Statewide	35,330,000
Saint Luke's/Shawnee Mission Health System, Inc.	Kansas City	33,655,000
National Benevolent Association-Lenoir Retirement Community	Columbia	2,720,000
		\$500,425,000

Institution 1995	Location	Amount
Deaconess Health Services	St. Louis	\$13,000,000
SSM Health Care	St. Louis	135,900,000
Missouri School District Advance Funding Program	Statewide	69,825,000
Lake Regional Health System	Osage Beach	588,625
The Washington University	St. Louis	7,600,000
Jefferson Memorial Hospital	Crystal City	17,525,000
Central Missouri State University	Warrensburg	7,000,000
Rockhurst University	Kansas City	8,900,000
Sisters of Mercy Health System	St. Louis	103,645,000
Missouri School District Advance Funding Program	Statewide	5,000,000
		\$368,983,625

Institution 1994	Location	Amount
Park University	Parkville	\$2,200,000
National Benevolent Association-Lenoir Retirement Community	Columbia	5,430,000
John Burroughs School	St. Louis	9,040,000
Freeman Health System	Joplin	57,530,000
Bethesda Health Group of St. Louis, Inc.	St. Louis	44,795,000
University of Health Sciences	Kansas City	5,565,000
Coordinated Professional Services	Kansas City	2,534,257
Missouri School District Advance Funding Program	Statewide	50,010,000
Health Midwest	Kansas City	42,425,000

Projects
Financed

PROJECTS FINANCED

Institution 1994 continued	Location	Amount
St. Louis University High School	St. Louis	15,000,000
BJC Health Care	St. Louis	175,735,000
.....	.....	\$410,264,257

Institution 1993	Location	Amount
Webster University	St. Louis	\$8,190,000
The Skaggs Community Hospital Association	Branson	7,500,000
The Jefferson Memorial Hospital Association	Crystal City	1,232,437
Heartland Health System	St. Joseph	38,740,000
Kansas City Academy	Kansas City	200,000
The Children's Mercy Hospital	Kansas City	35,000,000
Community Provider Pooled Loan Program	Statewide	7,195,000
Sisters of Mercy Health System	St. Louis	9,800,000
Cox Health System	Springfield	60,865,000
Kirksville College of Osteopathic Medicine	Kirksville	1,400,000
Saint Louis University	St. Louis	69,390,000
Jefferson Memorial Hospital Association	Crystal City	20,000,000
Saint Luke's/Shawnee Mission Health System	Kansas City	121,675,000
Equipment and Capital Loan Program	Statewide	80,535,000
Missouri School District Advance Funding Program	Statewide	9,500,000
BJC Health Care	St. Louis	297,880,000
.....	.....	\$769,102,437

Institution 1992	Location	Amount
Sisters of Mercy Health System	St. Louis	\$33,230,000
BJC-St. Louis Children's Hospital	St. Louis	82,636,014
Capital Region Medical Center	Jefferson City	7,100,000
Missouri School District Advance Funding Program	Statewide	76,110,000
Sisters of Mercy Health System	St. Louis	28,700,000
Kirksville College of Osteopathic Medicine	Kirksville	2,500,000
Cox Health System	Springfield	20,347,292
St. Luke's Episcopal-Presbyterian Hospital	Chesterfield	10,575,000
Health Midwest	Kansas City	9,330,000
Health Midwest	Kansas City	143,455,000
Rockhurst University	Kansas City	6,370,000
SSM Health Care	St. Louis	170,420,000
Heartland Health System	St. Joseph	35,000,000
.....	.....	\$625,773,306

Institution 1991	Location	Amount
Webster University	St. Louis	\$9,900,000
Southeast Missouri Hospital Association	Cape Girardeau	34,490,000
Saint Luke's/Shawnee Mission Health System	Kansas City	49,415,000
William Jewell College	Liberty	6,500,000
BJC-Christian Health Services	St. Louis	94,210,000
Missouri School District Advance Funding Program	Statewide	70,200,000
Southwest Baptist University	Bolivar	5,175,000
Bethesda Gardens, Inc.	St. Louis	8,925,000
Saint Louis University	St. Louis	24,999,996
BJC-The Jewish Hospital of St. Louis	St. Louis	40,000,000
Anheuser-Busch Eye Institute	St. Louis	23,995,000
Fontbonne College	St. Louis	2,500,000
.....	.....	\$370,309,996

Institution 1990	Location	Amount
St. Anthony's Medical Center	St. Louis	\$20,000,000
BJC-Missouri Baptist Medical Center	St. Louis	47,308,035
Area Rescue Consortium of Hospitals (ARCH)	St. Louis	5,100,000
BJC-Missouri Baptist Medical Center	St. Louis	20,000,000
Missouri School District Advance Funding Program	Statewide	51,410,000
BJC-Barnes Hospital	St. Louis	77,650,000
SSM Health Care	St. Louis	21,200,000
Missouri School District Advance Funding Program	Statewide	5,000,000
Saint Louis University	St. Louis	2,245,000
SSM Health Care	St. Louis	26,905,000
.....	.....	\$276,818,035

PROJECTS FINANCED

Institution 1989	Location	Amount
Saint Louis University	St. Louis	\$30,055,383
University of Missouri	Various	39,999,569
The Washington University	St. Louis	83,300,000
Deaconess Health Services	St. Louis	13,000,000
Saint Luke's/Shawnee Mission Health System	Kansas City	21,690,000
Sisters of Mercy Health System	St. Louis	103,000,000
Missouri School District Advance Funding Program	Statewide	36,220,000
Heartland Health System	St. Joseph	51,600,000
St. Anthony's Medical Center	St. Louis	72,200,000
Missouri School District Advance Funding Program	Statewide	6,700,000
BJC-Christian Health Services	St. Louis	15,000,000
Sisters of Mercy Health System	St. Louis	26,545,000
St. Luke's Episcopal-Presbyterian Hospital	Chesterfield	32,000,000
Lake Regional Health System	Osage Beach	6,000,000
BJC-Missouri Baptist Medical Center	St. Louis	41,840,000
		\$579,149,952

Institution 1988	Location	Amount
Saint Luke's Northland Hospital	Kansas City	\$10,545,000
Capital Region Medical Center	Jefferson City	5,010,000
SSM Health Care	St. Louis	136,625,000
Community Provider Pooled Loan Program	Statewide	8,345,000
Bethesda Health Group of St. Louis, Inc.	St. Louis	15,960,000
Missouri School District Advance Funding Program	Statewide	26,055,000
SSM Health Care	St. Louis	65,000,000
		\$267,540,000

Institution 1987	Location	Amount
BJC-St. Louis Children's Hospital	St. Louis	\$67,340,000
Cox Health System	Springfield	122,570,000
Capital Region Medical Center	Jefferson City	9,560,000
Lake Regional Health System	Osage Beach	7,300,000
Deaconess Health Services	St. Louis	48,000,000
Bethesda Health Group of St. Louis, Inc.	St. Louis	16,195,000
St. Luke's Episcopal-Presbyterian Hospital	Chesterfield	56,800,000
John Knox Village	Lee's Summit	12,000,000
Skaggs Community Hospital Association	Branson	5,500,000
Stephens College	Columbia	5,000,000
Saint Louis University	St. Louis	33,270,000
Missouri School District Advance Funding Program	Statewide	13,515,000
BJC-Missouri Baptist Medical Center	St. Louis	39,289,350
		\$436,339,350

Institution 1986	Location	Amount
Webster University	St. Louis	\$7,600,000
Freeman Health System	Joplin	24,900,000
		\$32,500,000

Institution 1985	Location	Amount
Deaconess Health Services	St. Louis	\$32,770,000
BJC-The Jewish Hospital of St. Louis	St. Louis	38,000,000
Southeast Missouri Hospital Association	Cape Girardeau	21,530,000
Parkside Meadows	St. Charles	3,500,000
St. Alexius Hospital	St. Louis	15,590,000
St. John's Mercy Medical Center	St. Louis	23,975,000
Missouri School District Advance Funding Program	Statewide	75,550,000
St. John's Mercy Medical Center	St. Louis	33,500,000
St. John's Regional Health Center	Springfield	35,300,000
Equipment and Capital Loan Program	Statewide	130,000,000
BJC-Barnes Hospital	St. Louis	18,725,000
BJC-Christian Health Services	St. Louis	84,760,000
Incarnate Word Hospital	St. Louis	10,000,000
Saint Louis University	St. Louis	20,000,000
Saint Louis University	St. Louis	8,900,000

Projects
Financed

PROJECTS FINANCED

Institution	Location	Amount
St. Louis College of Pharmacy	St. Louis	5,000,000
Logan College of Chiropractic	Chesterfield	1,600,000
St. Luke's Episcopal-Presbyterian Hospital	Chesterfield	60,000,000
BJC-Barnes Hospital	St. Louis	44,800,000
The Washington University	St. Louis	48,500,000
		\$712,000,000
Institution 1984	Location	Amount
BJC-Christian Health Services	St. Louis	\$25,065,000
BJC-Barnes Hospital	St. Louis	17,995,000
The Washington University	St. Louis	84,400,000
BJC-Christian Health Services	St. Louis	16,895,000
		\$144,355,000
Institution 1983	Location	Amount
BJC-Christian Health Services	St. Louis	\$15,600,000
Skaggs Community Hospital Association	Branson	7,410,000
Cox Health System	Springfield	100,730,000
Freeman Health System	Joplin	20,710,000
Saint Louis University	St. Louis	19,625,000
Bethesda Health Group of St. Louis	St. Louis	14,285,000
Stephens College	Columbia	1,600,000
Sisters of Mercy Health System, St. Louis, Inc.	St. Louis and Springfield	71,500,000
		\$251,460,000
Institution 1982	Location	Amount
Southeast Missouri Hospital Association	Cape Girardeau	\$19,000,000
St. Alexius Hospital	St. Louis	15,225,000
Hospital Equipment Financing Program	Statewide	29,710,000
Sisters of Mercy Health System, St. Louis, Inc.	St. Louis and Springfield	50,000,000
Cox Health System	Springfield	47,000,000
Kirksville College of Osteopathic Medicine	Kirksville	4,000,000
Saint Louis University	St. Louis	10,000,000
		\$174,935,000
Institution 1981	Location	Amount
Trinity Lutheran Hospital	Kansas City	\$25,645,000
Saint Luke's Northland Hospital	Smithville	4,000,000
Metropolitan Medical Center	St. Louis	7,000,000
Central Medical Center	St. Louis	23,265,000
Evangel University	Springfield	3,300,000
Saint Luke's/Shawnee Mission Health System	Kansas City	14,800,000
Incarnate Word Hospital	St. Louis	13,500,000
William Jewell College	Liberty	2,250,000
The Washington University	St. Louis	60,000,000
BJC-Christian Health Services	St. Louis	23,000,000
Saint Louis University	St. Louis	16,875,000
		\$193,635,000
Institution 1980	Location	Amount
Heartland Health System	St. Joseph	\$29,415,000
Saint Louis University	St. Louis	10,245,000
Kirksville College of Osteopathic Medicine	Kirksville	3,000,000
The Washington University	St. Louis	21,550,000
Saint Luke's/Shawnee Mission Health System	Kansas City	10,000,000
BJC-St. Louis Children's Hospital	St. Louis	61,800,000
Valley Hope Association	Boonville	795,000
St. Anthony's Medical Center	St. Louis	5,000,000
		\$141,805,000
Institution 1979	Location	Amount
Menorah Medical Center	Kansas City	\$20,000,000
St. Anthony's Medical Center	St. Louis	63,100,000
		\$83,100,000

INSTITUTIONS

Ava	Stephens College
Deaconess Long Term Care	University of Missouri - Columbia
Bellevue	Crystal City
Deaconess Long Term Care	Jefferson Memorial Hospital
Belton	Farmington
Dialysis Clinic, Inc.	Mineral Area Regional Medical Center
Bolivar	Fayette
Southwest Baptist University	Central Methodist College
Boonville	Fulton
Valley Hope Association	Westminster College
Branson	William Woods University
Skaggs Community Hospital	Hannibal
Buffalo	Hannibal-LaGrange College
Deaconess Long Term Care	Harrisonville
Cape Girardeau	Deaconess Long Term Care
Saint Francis Medical Center	Humansville
Southeast Missouri Hospital	Deaconess Long Term Care
Cassville	Jefferson City
Deaconess Long Term Care	Capital Region Medical Center
Chesterfield	Dialysis Clinic, Inc.
Logan College of Chiropractic	Joplin
St. Luke's Episcopal-Presbyterian Hospital	Freeman Health System
Clinton	Kansas City Area
Dialysis Clinic, Inc.	Baptist Medical Center
Columbia	Children's Mercy Hospital
National Benevolent Association:	Coordinated Professional Services
--Lenoir Retirement Community	Deaconess Long Term Care
--Woodhaven Learning Center	Health Midwest



Institutions

INSTITUTIONS

Kansas City Area continued

Kansas City Academy
Kansas City Art Institute
Menorah Medical Center
The Pembroke Hill School
Rockhurst High School
Rockhurst University
Saint Luke's Hospital
Saint Luke's Northland Hospital
Saint Luke's/Shawnee Mission Health System
St. Joseph Health Center
Stowers Institute for Medical Research
Swope Parkway Health Center
The Barstow School
Trinity Lutheran Hospital
Truman Medical Center
University of Health Sciences
University of Missouri - Kansas City

Kirksville

Dialysis Clinic, Inc.
Kirksville College of Osteopathic Medicine

Lee's Summit

John Knox Village

Lewistown

Deaconess Long Term Care

Liberty

William Jewell College

Marshall

John Fitzgibbon Memorial Hospital
Missouri Valley College

Marshfield

Deaconess Long Term Care

Mexico

Audrain Medical Center

Moberly

Dialysis Clinic, Inc.

Monett

Deaconess Long Term Care

Neosho

Freeman Neosho Hospital

Osage Beach

Lake Regional Health System

Parkville

Park University

Potosi

Deaconess Long Term Care

St. Charles

Parkside Meadows

St. Joseph

Heartland Health System

St. Louis Area

St. Alexius Hospital
Anheuser Busch Eye Institute
Area Rescue Consortium of Hospitals (ARCH)
BJC-Barnes-Jewish Hospital
Bethesda Barclay House
Bethesda Gardens
Bethesda Health Group
Bethesda West
BJC Health Care
John Burroughs School
Central Institute for the Deaf
BJC-Christian Hospitals NE & NW
The Community School
Deaconess Health Services
Family Care Health Center
Fontbonne College
Forsyth School
Incarnate Word Hospital
Lutheran Senior Services
Maryville University
Missouri Baptist College
BJC-Missouri Baptist Medical Center
National Benevolent Association
Ranken Technical College
Saint Louis Priory School
Saint Louis University
St. Anthony's Medical Center
St. John's Mercy Medical Center
BJC-St. Louis Children's Hospital
St. Louis College of Pharmacy
St. Louis University High School
Sisters of Mercy Health System
SSM Health Care
University of Missouri - St. Louis
The Visitation Academy
The Washington University
Webster University
Sikeston
Missouri Delta Community Hospital
Smithville
St. Luke's Northland Hospital
Springfield
Assemblies of God Financial
Services Group
Cox Health System
Drury University
Evangel University
St. John's Regional Health Center
Southwest Missouri State University
Warrensburg
Central Missouri State University

**Missouri Health and Educational
Facilities Authority**

**Financial Statements
with
Independent Auditor's Report**

Years Ended December 31, 2001 and 2000

FINANCIAL STATEMENTS

	Page
Independent Auditor's Report	23

FINANCIAL STATEMENTS

Balance sheets	25
Statements of revenue, expenses and changes in fund balance	26
Statements of cash flow	27
Notes to financial statements	28-30

ADDITIONAL INFORMATION

Independent Auditor's Report on additional information	32
Schedule of Conduit Debt	33-40

INDEPENDENT AUDITOR'S REPORT

INDEPENDENT AUDITOR'S REPORT

CUDNEY, ECORD, McENROE & MULLANE L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

To the Members of the
Missouri Health and Educational Facilities Authority
Chesterfield, Missouri

We have audited the accompanying balance sheets of the Missouri Health and Educational Facilities Authority (the "Authority") as of December 31, 2001 and 2000, and the related statements of revenue, expenses and changes in fund balance, and cash flows for the years then ended. These financial statements are the responsibility of the Authority's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Those standards required that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Authority as of December 31, 2001 and 2000 and the results of its operations and its cash flows for the years then ended in conformity with accounting principles generally accepted in the United States of America.

Cudney, Ecord, McEnroe & Mullane L.L.C.

March 1, 2002

BALANCE SHEETS

December 31, 2001 and 2000

	2001	2000
ASSETS		
Cash and cash equivalents	\$ 4,244,176	\$ 3,762,736
Receivables	97,080	103,920
Notes receivable	1,531,592	1,620,306
Prepaid expenses	45,223	41,833
Fixed assets (net of accumulated depreciation of \$74,899 and \$69,238 in 2001 and 2000, respectively)	<u>22,213</u>	<u>20,940</u>
Total Assets	<u>\$ 5,940,284</u>	<u>\$ 5,549,735</u>
LIABILITIES AND FUND BALANCES		
Liabilities:		
Accounts payable and accrued expenses	\$ 14,272	\$ 7,789
Deferred administrative fee income	<u>159,077</u>	<u>151,074</u>
Total Liabilities	<u>173,349</u>	<u>158,863</u>
Fund Balances:		
Designated (Note 2)	1,631,794	1,552,990
Undesignated	<u>4,135,141</u>	<u>3,837,882</u>
Total Fund Balances	<u>5,766,935</u>	<u>5,390,872</u>
Total Liabilities and Fund Balances	<u>\$ 5,940,284</u>	<u>\$ 5,549,735</u>

See the accompanying notes to the financial statements.

Balance
Sheets

STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN FUND BALANCE

For the Years ended December 31, 2001 and 2000

	2001	2000
REVENUE		
Application fees	\$ 18,000	\$ 9,000
Administrative fees	843,768	744,456
Investment income	166,637	219,784
HELP interest income	70,168	64,414
Other	<u>37,068</u>	<u>30,137</u>
Total Revenue	<u>1,135,641</u>	<u>1,067,791</u>
EXPENSES		
Salaries and fringe benefits	203,068	182,970
General and administrative expenses	233,772	216,111
Legal and professional fees	<u>322,738</u>	<u>233,398</u>
Total Expenses	759,578	632,479
Revenues Over Expenses	376,063	435,312
Fund Balance, Beginning of Year	<u>5,390,872</u>	<u>4,955,560</u>
Fund Balance, End of Year	<u>\$ 5,766,935</u>	<u>\$ 5,390,872</u>

STATEMENTS OF CASH FLOWS

For the Years ended December 31, 2001 and 2000

	2001	2000
CASH FLOWS FROM OPERATING ACTIVITIES		
Revenue over expenses	\$ 376,063	\$ 435,312
Adjustments to reconcile net cash provided by operating activities:		
Depreciation	5,661	5,519
Net changes in assets and liabilities:		
Receivables	6,840	(28,830)
Prepaid expenses	(3,390)	(3,933)
Accounts payable and accrued expenses	6,483	(4,150)
Deferred administrative fee income	<u>8,003</u>	<u>20,228</u>
Net Adjustments	<u>23,597</u>	<u>(11,166)</u>
Net Cash Provided by Operating Activities	399,660	424,146
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of short-term investments.....	(4,814,339)	(3,453,027)
Proceeds from sale of investments.....	4,814,339	3,453,027
Issuance of notes receivable	(200,000)	(200,000)
Payments received on notes receivable	288,714	384,048
Acquisition of capital assets.....	<u>(6,934)</u>	<u>(2,851)</u>
Net Cash Provided By Investing Activities.....	<u>81,780</u>	<u>181,197</u>
Increase in Cash and Cash Equivalents	481,440	605,343
Cash and Cash Equivalents,		
Beginning of Year	<u>3,762,736</u>	<u>3,157,393</u>
Cash and Cash Equivalents,		
End of Year.....	<u>\$ 4,244,176</u>	<u>\$ 3,762,736</u>

See the accompanying notes to the financial statements.

Statements
of Cash Flows

NOTES TO FINANCIAL STATEMENTS

For the Years ended December 31, 2001 and 2000

1. Organization

The Missouri Health and Educational Facilities Authority (the "Authority") is a public instrumentality of the State of Missouri intended to provide an additional capital financing method for non-profit health and educational institutions within the State of Missouri. The Authority may issue tax-exempt revenue bonds, notes or other obligations on behalf of non-profit institutions for the purpose of construction, improvement of facilities or the refinancing of outstanding debt. These bonds, notes or other obligations and the interest thereon do not constitute a debt or liability of the Authority, the State of Missouri or any political subdivision thereof, but are special obligations between the investors and the debtors payable solely from the payments received by the trustees under the loan agreements.

The Authority is a related organization to the State of Missouri, and as such, the State is accountable for the Authority.

2. Summary of Significant Accounting Policies

Fund Accounting

The Authority accounts for its revenues, expenses, assets and liabilities related to general administrative functions in an operating fund which is maintained on the accrual basis in accordance with the principles of fund accounting.

Fixed Assets

Fixed assets consist mainly of office furniture and equipment and are recorded at cost. Depreciation expense for fixed assets is recognized on the straight-line method over estimated useful lives of 7 years.

Deferred Administrative Fee Income

The Authority's revenues are derived from service fees assessed on a percentage of the outstanding bond principal of each issue. The Institutions are generally billed in advance on a quarterly basis and revenues are recognized ratably over the period earned.

Cash Equivalents

For purposes of the Statement of Cash Flows, the Authority considers cash equivalents to include short-term investments which generally are investments with maturities of 90 days or less when purchased that are both (1) readily convertible to known amounts of cash, or (2) so near their maturity that they present insignificant risk of changes in value because of changes in interest rates.

Credit Risk

\$352,897 of the Authority's notes receivable are uncollateralized obligations of the non-profit institutions.

Designated Fund Balance

The Authority has designated an amount equal to twice the annual budgeted expenses for the purpose of funding any additional programs or financial contingencies that might arise in future fiscal years. The designated amounts were \$1,631,794 for 2001 and \$1,522,990 for 2000.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

3. Commitments

Lease Commitment

The Authority leases office space under a seventy-two month office lease agreement that was entered into in April 1997. For the years ending December 31, 2001 and 2000, rent expense was \$66,733 and \$67,208, respectively.

Minimum annual rental commitments under the office lease with an initial or remaining term of one year or more are as follows:

For the year ending December 31:

2002	\$ 57,933
2003	<u>19,311</u>
Total	<u><u>\$ 77,244</u></u>

NOTES TO FINANCIAL STATEMENTS

For the Years ended December 31, 2001 and 2000

Pension Plan

The Authority has a defined contribution retirement plan covering all full-time employees. The Authority contributes to the plan, on a quarterly basis in arrears, an amount equal to fifteen percent of each qualified employee's salary. Such contributions are fully vested. For the years ending December 31, 2001 and 2000, expenses under this plan were \$22,660 and \$21,075, respectively.

Deferred Compensation Plan

The Authority has a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan is available to all Authority employees who qualify under the plan terms, and permits employees to defer a portion of their salary until future years. As required by the Internal Revenue Code, the plan assets have been placed in a trust for the exclusive benefit of the employees and are not the property of the Authority or subject to the claims of the Authority's general creditors. Accordingly, the assets of the plan are not reflected in the financial statements.

4. Cash, Cash Equivalents and Investments

Cash

It is the Authority's policy for cash deposits to be fully insured by the FDIC or collateralized with securities pledged by the financial institution holding the deposits.

At December 31, 2001 and 2000, the cash balances per bank are fully insured.

Investments

The Authority invests excess cash in obligations of U.S. government agencies, primarily Federal National Mortgage Association notes, with maturities generally ranging from three to six months.

As required by GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, the Authority reflects investments with a maturity of one year or longer at the time of purchase at fair value and those maturing in less than one year at the time of purchase at amortized cost. As permitted by this Statement, all of the Authority's investments are carried at amortized cost. The Authority's investments are categorized to give an indication of the level of risk assumed by the Authority as either: (1) insured or registered, or for which the securities are held by the Authority or its agent in the Authority's name, (2) uninsured and unregistered for which the securities are held by the counterparty's trust department or agent in the Authority's name or (3) uninsured and unregistered for which the securities are held by the counterparty, or by its trust department or agent but not in the Authority's name. Investments at December 31, 2001 are categorized as follows:

Category 1	Carrying Amount	Fair Value
U.S. Government agency obligations	<u>\$4,236,664</u>	<u>\$4,266,144</u>

Cash and Cash Equivalents

Cash and cash equivalents consist of the following at December 31:

	2001	2000
Petty cash	\$ 300	\$ 300
Cash accounts	7,212	30,859
Federal National Mortgage Association notes	<u>4,236,664</u>	<u>3,731,577</u>
Total	<u>\$ 4,244,176</u>	<u>\$ 3,762,736</u>

5. Notes Receivable

The Authority has made non-interest bearing loans to non-profit institutions. Principal payments are due at the end of ten years through a balloon payment or annually for the next ten years. At December 31, 2001 and 2000, non-interest bearing notes receivable are as follows:

	Due	2001	2000
Central Methodist College	2003	\$ 30,000	\$ 45,000
Hannibal School District	2004	60,000	80,000
Kansas City Academy of Learning	2002	20,000	20,000
Kemper Military School and College	2003	18,964	18,964
Macon County Samaritan Hospital	2001	—	20,000
Park College	2003	50,000	75,000

Notes to
Financial
Statements

NOTES TO FINANCIAL STATEMENTS

For the Years ended December 31, 2001 and 2000

	Due	2001	2000
Pemiscot Memorial Hospital	2002	15,000	15,000
St. Luke's Northland Hospital	2001	—	20,000
Total non-interest bearing notes receivable		<u>193,964</u>	<u>293,964</u>

The Authority has made loans to small and rural providers of health and educational services at an interest rate of 5% per annum on outstanding balances. These loans require monthly principal and interest payments and have a maximum maturity of ten years. At December 31, 2001 and 2000, the interest bearing notes receivable are as follows:

	Due	2001	2000
Clayton Child Care Center	2006	\$ 95,659	\$ 115,807
Community Hospital Association, Inc.	2011	184,918	—
Kemper Military School and College	2006	97,522	112,456
North Central Missouri College	2007	93,976	107,974
Northeast Missouri Health Council	2006	81,539	97,636
Northwest Health Services, Inc.	2006	87,635	104,235
Macon County Samaritan Hospital	2006	112,659	132,010
Putnam County Memorial Hospital	2007	130,146	148,591
St. Charles Montessori School, Inc.	2007	115,935	136,680
Central Methodist College	2009	158,933	175,977
Preferred Family Healthcare	2010	<u>178,706</u>	<u>194,976</u>
Total interest-bearing notes receivable		<u>1,337,628</u>	<u>1,326,342</u>
Total notes receivable	\$	<u><u>1,531,592</u></u>	<u><u>\$ 1,620,306</u></u>

6. Conduit Debt Obligations

The Authority has issued debt obligations on behalf of certain non-profit institutions for the purpose of construction, improvement of facilities or the refinancing of outstanding debt. These bonds, notes or other obligations and the interest thereon do not constitute a debt or liability of the Authority, the State of Missouri or any political subdivision thereof, but are special obligations between the investors and the debtors payable solely from the payments received by the trustee under the loan agreements and meet the definition of conduit debt in Governmental Accounting Standards Board Interpretation No. 2, *Disclosure of Conduit Debt Obligations*. The number of issues and principal amount outstanding at December 31, 2001 and 2000 are as follows:

		2001		2000
	Number of Issues	Principal Amount	Number of Issues	Principal Amount
Mortgages and Revenue Bonds Payable	109	\$ 4,375,555,697	102	\$ 3,452,199,130
Demand Revenue Notes Payable	2	18,700,000	2	21,300,000
School District Advance Funding and Private Education Notes Payable	26	75,620,000	24	75,440,000
Community Provider Pooled Loan Program Bonds Payable	10	2,235,000	10	2,945,000
Total	<u>147</u>	<u>\$ 4,472,110,697</u>	<u>138</u>	<u>\$ 3,551,884,130</u>

ADDITIONAL INFORMATION

INDEPENDENT AUDITOR'S REPORT ON ADDITIONAL INFORMATION

CUDNEY, ECORD, MCENROE & MULLANE L.L.C.

CERTIFIED PUBLIC ACCOUNTANTS

To the Members of the
Missouri Health and Educational Facilities Authority
Chesterfield, Missouri

Our report on our audits of the basic financial statements of the Missouri Health and Educational Facilities Authority for the years ended December 31, 2001 and 2000 appears on page 24. Those audits were conducted for the purpose of forming an opinion on the basic financial statements taken as a whole. The Schedule of Conduit Debt is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audits of the basic financial statements, and, accordingly, we express no opinion on it.

Cudney, Ecord, McEnroe & Mullane L.L.C.

March 1, 2002

SCHEDULE OF CONDUIT DEBT

unaudited December 31, 2001 and 2000

Mortgage and Revenue Bonds Payable

The following revenue bonds of the Authority are collateralized by either or both of a pledge of the revenues of the borrowing institution or by first mortgages on the physical property financed with the proceeds of the debt offerings and by the Authority's assignment of its interest in the mortgaged properties to the trustees of the bond issues at December 31, 2001 and 2000:

Public Mortgage and Revenue Bonds Payable:

Institution	Series	Due in Varying Installments During	Range of Annual Interest Rate Percentages	2001	2000
Assemblies of God	2001	2026	(1)	\$ 80,000,000	\$ —
Barstow School	1998	2002-2023	4.2-5.4	3,730,000	3,825,000
BJC-Barnes Hospital.....	1985	2002-2015	(1)	34,100,000	35,300,000
BJC Health System	1993	2002-2021	4.4-6.0	229,630,000	239,270,000
BJC Health System	1998	2022-2038	5.0	225,000,000	225,000,000
Bethesda Barclay House	1996	2026	(1)	—	12,000,000
Bethesda Health Group of St. Louis	1994	2002-2012	6.625-7.5	—	20,795,000
Bethesda Health Group	2001	2031	(1)	54,385,000	—
Capital Region-Still	1998	2002-2028	4.0-5.3	23,660,000	24,090,000
Central Institute for the Deaf	1999	2002-2022	4.45-5.85	25,245,000	25,245,000
Central Missouri State University	1995	2002-2025	4.4-5.75	6,490,000	6,625,000
Central Missouri State University	1999	2002-2010	4.25-5.05	6,560,000	7,200,000
The Children's Mercy Hospital	1993	2002-2023	4.75-5.65	30,075,000	30,785,000
The Children's Mercy Hospital	1998	2002-2028	4.2-5.3	20,105,000	20,275,000
Cox Medical Center	1992	2002-2022	4.5-6.7	18,647,292	18,927,292
Cox Medical Center	1993	2002-2015	5.0-5.35	49,670,000	51,995,000
Cox Medical Center	1997	2002-2015	(1)	39,000,000	41,000,000
Deaconess Long-Term Care.....	1996	2002-2016	(1)	31,275,000	32,235,000
Deaconess Long-Term Care.....	2000	2016	(1)	6,575,000	6,680,000
Drury College	1999A	2002-2024	(1)	31,460,000	32,280,000
Fontbonne College	1998	2002-2023	4.2-5.25	8,760,000	8,980,000
Freeman Hospital.....	1994	2002-2024	6.5-7.2	51,525,000	52,555,000
Freeman Health System	1998	2002-2028	4.4-5.25	24,315,000	25,275,000
Hannibal/LaGrange College	2001	2031	(1)	7,435,000	—
Health Midwest	1992A	2002-2015	5.6-6.4	6,300,000	6,700,000
Health Midwest	1992B	2002-2022	5.5-6.25	116,260,000	120,260,000
Health Midwest	1994BC	2002-2024	5.1-6.25 (2)	34,710,000	35,980,000
Heartland Health Systems, Inc.	1992	2002-2017	6.875	—	28,995,000
Heartland Health Systems, Inc.	1993	2002-2010	5.0-5.625	—	36,025,000
Jefferson Memorial Hospital	1993B	2002-2023	5.0-6.0	17,875,000	18,270,000
Jefferson Memorial Hospital	1995	2002-2025	5.4-6.8	16,450,000	16,740,000
John Burroughs School.....	1994	2002-2014	4.1-5.25	7,110,000	7,505,000
Kansas City Art Institute	1999	2029	(1)	10,000,000	10,000,000
Lake of the Ozarks General Hospital.....	1996	2002-2021	5.25-6.5	6,510,000	7,080,000

Schedule of
Conduit Debt

SCHEDULE OF CONDUIT DEBT

unaudited December 31, 2001 and 2000

Institution	Series	Due in Varying Installments During	Range of Annual Interest Rate Percentages	2001		2000	
				2001	2000	2001	2000
Lake of the Ozarks Hospital	1998	2002-2024	4.2-5.25	34,605,000	34,675,000		
Lutheran Senior Services	1996AB	2002-2027	5.15-6.375 (2)	24,230,000	24,620,000		
Lutheran Senior Services	1997	2002-2023	5.0-5.875	23,580,000	24,130,000		
Lutheran Senior Services	2000	2031	(1)	50,000,000	50,000,000		
Maryville University	1997	2002-2017	4.7-5.75	8,545,000	8,885,000		
Maryville University	2000	2022-2030	6.5-6.75	15,000,000	15,000,000		
Missouri Baptist College	1998	2002-2023	4.2-5.15	3,685,000	3,780,000		
Missouri Direct Deposit Program Pool	1997	2002-2004	4.45-4.625	165,000	255,000		
Missouri Pooled Hospital Loan Program	1999A	2029	(1)	84,000,000	84,000,000		
Missouri Valley College	2001	2031	(1)	8,360,000	—		
National Benevolent Association	1994	2002-2024	4.5-6.1	3,750,000	3,850,000		
National Benevolent Association	1996A	2002-2026	5.7-6.75	2,195,000	2,230,000		
National Benevolent Association	1996B	2002-2026	(1)	2,530,000	2,570,000		
National Benevolent Association	1999	2002-2028	(1)	2,750,000	2,805,000		
Park College	1999	2002-2019	5.55-5.875	5,705,000	5,860,000		
Pembroke Hill School	1998	2002-2023	(1)	14,250,000	14,500,000		
Pembroke Hill School	2000	2002-2025	(1)	9,850,000	10,000,000		
Pembroke Hill School	2001	2002-2026	(1)	10,000,000	—		
Ranken Technical College	1997	2002-2017	4.7-5.5	6,315,000	6,570,000		
Rockhurst College	1995	2002-2025	(1)	8,900,000	8,900,000		
Rockhurst High School	1998AB	2002-2023	4.0-5.1	12,850,000	12,900,000		
Rockhurst University	1999	2002-2028	3.50-5.5	15,015,000	15,290,000		
Sisters of Mercy	1989	2002-2019	(1)	59,600,000	103,000,000		
.....			ABCD				
Sisters of Mercy	1992B	2002-2014	(1)	23,900,000	24,700,000		
Sisters of Mercy	1993	2002-2019	4.7-5.1	3,245,000	6,230,000		
Sisters of Mercy	2001ABC	2031	(1)	378,300,000	—		
Sisters of Mercy	1995	2002-2016	4.3 (2)	—	60,900,000		
Southeast Missouri Hospital	1991	2002-2009	6.2-6.625	10,275,000	11,300,000		
Southwest Baptist University	1998	2002-2023	4.55-5.4	6,540,000	6,700,000		
Southwest Missouri State University	1996	2002-2016	4.6-5.625	5,405,000	5,645,000		
SSM Health Care	1992AA	2002-2016	5.6-6.4	119,435,000	124,820,000		
SSM Health Care	1995	2022-2025	(1)	42,400,000	42,400,000		
.....			BCDE				
SSM Health Care	1998	2002-2022	5.0-5.5	292,120,000	292,120,000		
SSM Health Care	2001A	2012-2028	5.25	248,570,000	—		
St. Anthony's Medical Center	2000	2002-2030	5.75-6.25	86,335,000	86,335,000		
St. Francis Medical Center	1996	2002-2026	(1)	22,840,000	23,310,000		
St. Louis College of Pharmacy	2001	2002-2031	3.0-5.25	51,000,000	—		
St. Louis Priory School	2000	2002-2025	4.45-5.65	6,400,000	6,400,000		
St. Louis University	1991	2002-2016	6.15-6.625	2,422,807	3,467,807		
St. Louis University	1993	2002-2016	4.2-5.0	15,680,000	16,625,000		
St. Louis University	1996	2002-2026	4.2-5.2	48,070,000	49,040,000		

SCHEDULE OF CONDUIT DEBT

unaudited December 31, 2001 and 2000

Institution	Series	Due in Varying Installments During	Range of Annual Interest Rate Percentages	2001		2000
				2001	2000	
St. Louis University	1998	2002-2018	4.0-5.5	67,275,000	69,970,000	
St. Louis University	1999AB	2002-2024	5.0	63,135,000	65,110,000	
St. Louis University High School	1999	2002-2028	3.4-5.041	17,670,000	18,020,000	
St. Luke's Episcopal Presbyterian Hospital	2001	2003-2026	3.35-5.25	100,000,000	—	
St. Luke's/Shawnee Mission Health System	1991	2002	6.4-6.5	1,420,000	2,755,000	
St. Luke's/Shawnee Mission Health System	1993	2002-2019	4.25-5.125	106,260,000	108,595,000	
St. Luke's/Shawnee Mission Health System	1996	2002-2021	4.3-5.375	30,380,000	31,055,000	
Stephen's College	1987	2002-2012	5.0	—	3,510,000	
Stephen's College	1999	2002-2029	4.5-5.7	4,285,000	4,345,000	
Stowers Institute	2000	2035	(1)	215,000,000	215,000,000	
Swope Parkway Health Center	1999	2002-2019	(1)	3,700,000	4,100,000	
University of Health Sciences	1994	2002-2014	5.85-6.35	—	4,555,000	
University of Health Sciences	2001	2002-2031	2.75-5.0	8,305,000	—	
University of Missouri Arena Project	2001	2004-2021	3.0-5.0	35,000,000	—	
Visitation Academy	1999	2005-2009	4.15-4.5	6,300,000	6,300,000	
Washington University	1985	2002-2010	(1)	11,600,000	12,400,000	
Washington University	1995	2005	4.75	7,600,000	7,600,000	
Washington University	1996	2030	(1)	142,400,000	142,400,000	
Washington University	1998	2037	4.75-5.0	105,770,000	105,770,000	
Washington University	1999A	2002-2004	3.75-4.15	4,780,000	6,565,000	
Washington University	2000ABC	2030-2040	(2)	88,000,000	155,000,000	
Washington University	2000	2002-2004	4.35-4.85	5,985,000	8,190,000	
Washington University	2001A	2011-2041	5.25-5.5	176,490,000	—	
Washington University	2001B	2030	5.0	73,355,000	—	
Webster University	1991	2002-2011	6.2-6.75	—	7,160,000	
Webster University	1993	2002-2013	5.25-6.125	—	6,425,000	
Webster University	2001	2003-2027	3.625-5.3	35,000,000	—	
William Jewell College	1996	2002-2011	4.5-5.4	5,015,000	5,400,000	
William Jewell College	1999	2012-2029	5.5-6.125	8,000,000	8,000,000	
William Woods University	1999	2002-2029	3.5-5.2	<u>7,735,000</u>	<u>7,870,000</u>	
Total public mortgage and revenue bonds payable				<u>4,322,135,099</u>	<u>3,407,800,099</u>	

Schedule of
Conduit Debt

SCHEDULE OF CONDUIT DEBT

unaudited December 31, 2001 and 2000

Private Placement Mortgage and Revenue Bonds Payable:

Institution	Series	Due in Varying Installments During	Range of Annual Interest Rate Percentages	2001	2000
BJC-Christian Health Services	1989	2002-2019	(1)	13,000,000	13,500,000
Community School Association	1996	2002-2016	6.95	—	884,268
Dialysis Clinic	1998	2002-2018	(1)	3,500,000	3,600,000
Dialysis Clinic	2000	2020	(1)	4,000,000	4,000,000
Family Care Health Center	2001	2001-2019	6.53	3,210,000	—
Forsyth School	1996	2002-2016	6.99	1,026,100	1,064,350
Health Midwest	1998	2002-2015	4.7-5.6	12,200,000	12,800,000
Heartland Medical Center	1998	2002-2003	5.25	704,215	1,119,811
Kansas City Academy	1993	2002-2013	6.5	144,519	152,730
Lake Regional Health System.....	2001	2001-2006	5.38	950,087	—
Lake Regional Hospital	1999	2002-2006	6.1	759,084	917,962
SSM Health Care	2000	2002-2005	5.65	3,127,437	3,913,860
SSM Health Care	2001B	2002-2008	3.73-4.23	8,853,832	—
Truman Medical Center	1998	2002-2005	5.76	1,945,324	2,446,050
Total private placement mortgage				53,420,598	44,399,031
and revenue bonds payable					
Total mortgage and revenue bonds payable				\$ 4,375,555,697	\$ 3,452,199,130

(1) Rate fluctuates within established minimum and maximum ranges.

(2) Interest rate range applies to a portion of this bond issue, and a variable rate applies to the remainder.

Demand Revenue Notes Payable

At December 31, 2001 and 2000, the outstanding demand notes payable were as follows:

Institution	Series	Due in Varying Installments During	Range of Annual Interest Rate Percentages	2001	2000
St. Louis University	1985B	2001-2005	(1)	\$ 2,300,000	\$ 2,800,000
Washington University	1984	2001-2009	(1)	16,400,000	18,500,000
Total demand revenue notes payable				\$ 18,700,000	\$ 21,300,000

(1) Rate fluctuates with the tax-exempt or variable bond market rate up to a maximum limit.

These notes are due at maturity or upon demand by the noteholder, and are collateralized by irrevocable letters of credit or similar credit agreements with major banks.

SCHEDULE OF CONDUIT DEBT

unaudited December 31, 2001 and 2000

School District Advance Funding and Private Education Notes Payable

The Authority issued public school notes for the purpose of providing funds to purchase the tax and revenue anticipation notes ("TRANS") of certain Missouri school districts and to assist them in maintaining an orderly cash flow. These notes are collateralized by the "TRANS", bear interest at the rate of 3.00% per annum, and were issued pursuant to Indentures of Trust.

On April 19, 2001, the Authority issued private education notes in the amount of \$27,585,000. The notes mature on April 19, 2002, at an interest rate of 3.75% per annum, and were issued pursuant to an Indenture of Trust for the purpose of providing funds and to assist in maintaining an orderly cash flow. The notes are secured by a pledge of the Trust Estate, using any and all available resources.

Public School Notes Payable

At December 31, 2001 and 2000, the outstanding public school notes payable were as follows:

Institution	2001	2000
Bayless School District	\$ 970,000	\$ 525,000
Brentwood School District	1,600,000	1,235,000
Camdenton School District	1,345,000	1,660,000
Cape Girardeau School District	5,000,000	—
Francis Howell R-III School District	5,000,000	13,000,000
Grandview School District	2,000,000	4,525,000
Hannibal School District	1,300,000	1,690,000
Harrisonville R-IX School District	—	1,690,000
Hickman Mills School District	4,100,000	—
Independence School District	5,000,000	—
Joplin R-VIII School District	400,000	3,675,000
Maryville R-II School District	950,000	675,000
Mehlville School District	5,000,000	5,000,000
Park Hill School District	10,000,000	10,000,000
Special School District of St. Louis, Missouri	2,635,000	—
Webster Groves School District	1,775,000	1,900,000
Wentzville R-IV School District	—	4,470,000
Windsor C-I School District	<u>960,000</u>	<u>1,395,000</u>
Total public school notes payable	<u>48,035,000</u>	<u>51,440,000</u>

Private Education Notes Payable

Institution	2001	2000
Drury College	\$ 4,200,000	\$ 4,150,000
Central Methodist College	1,500,000	1,200,000
Evangel University	1,500,000	1,500,000
Kansas City Art Institute	735,000	815,000

Schedule of
Conduit Debt

SCHEDULE OF CONDUIT DEBT

unaudited December 31, 2001 and 2000

Institution	2001	2000
Missouri Baptist College	1,600,000	1,360,000
Rockhurst University	5,500,000	5,500,000
Stephens College	3,980,000	2,025,000
Westminster College	3,050,000	1,500,000
William Jewell College	3,020,000	3,950,000
William Woods University	<u>2,500,000</u>	<u>2,000,000</u>
 Total private education notes payable	<u>27,585,000</u>	<u>24,000,000</u>
Total public school and private education notes payable	<u>\$ 75,620,000</u>	<u>\$ 75,440,000</u>

Community Provider Pooled Loan Program Bonds Payable

During 1993, the Authority issued insured refunding revenue bonds in the amount of \$7,195,000 under the Community Provider Pooled Loan Program. The proceeds were used to refinance the 1988 issue and provide additional funds for not-for-profit corporations which own and operate mental health care centers or clinics for persons affected by mental disorders or developmental disabilities. The bonds mature in annual installments, with final maturity July 1, 2003. Outstanding bonds at December 31, 2001 bear interest at rates ranging from 4.7% to 5.0% per annum.

At December 31, 2001 and 2000, the outstanding bonds are as follows:

Institution	2001	2000
Burrell Center	\$ 645,989	\$ 851,203
Butterfield Youth Services	16,157	21,289
Cerebral Palsy of Tri-County	41,982	55,319
Chariton Valley Association for Handicapped	94,946	125,107
Crider Center	173,553	228,686
Family Counseling Center	126,282	166,399
Greene County Association for Retarded Children	135,327	178,317
North Central Missouri MHC	93,653	123,404
Ozark Center	131,957	173,876
Harry S. Truman Children's Neurological Center	<u>775,154</u>	<u>1,021,400</u>
Total community provider pooled loan program bonds provided	<u>\$ 2,235,000</u>	<u>\$ 2,945,000</u>

SCHEDULE OF CONDUIT DEBT

unaudited December 31, 2001 and 2000

Maturities of Outstanding Conduit Debt Obligation

The aggregate maturities of the outstanding conduit debt obligations above at December 31, 2001, are as follows:

Year	Amount	Year	Amount	Year	Amount
2002	\$ 153,917,264	2016	\$ 134,541,258	2030	\$ 299,740,000
2003	85,677,142	2017	63,301,973	2031	200,405,000
2004	85,098,143	2018	63,847,627	2032	14,185,000
2005	94,303,641	2019	122,277,557	2033	14,890,000
2006	89,022,272	2020	95,491,409	2034	15,635,000
2007	88,511,842	2021	205,707,501	2035	231,420,000
2008	94,874,710	2022	188,979,657	2036	52,240,000
2009	88,087,581	2023	137,965,000	2037	123,870,000
2010	91,927,720	2024	124,815,000	2038	19,005,000
2011	98,648,039	2025	144,510,000	2039	—
2012	121,847,084	2026	210,965,000	2040	88,000,000
2013	114,405,364	2027	117,730,000	2041	<u>58,100,000</u>
2014	132,759,573	2028	120,230,000		
2015	109,443,340	2029	175,735,000		
					<u>\$ 4,472,110,697</u>

Defeased Bond Issues

Since 1983, certain institutions obtained financing to advance refund and defease their Revenue Bonds or Demand Revenue Notes through the Authority.

Pursuant to the requirements of the bond loan agreements, the institutions have deposited amounts into escrow trust accounts sufficient to pay all outstanding principal, interest and redemption premiums as they become due. The amounts so transferred are pledged solely for the holders of the outstanding bonds.

At December 31, 2001 and 2000, the following amounts of advance refunded and defeased bonds were outstanding:

Institution	Series	2001	2000
Anheuser Busch Eye Institute	1991	\$ —	\$ 20,270,000
Bethesda Gardens	1991	—	6,270,000
Bethesda Health Group	1994A	18,795,000	—
BJC Health Systems	1994A	140,700,000	146,470,000
Capital Region - Still	1992	6,730,000	6,730,000
Christian Health Services	1991	—	67,020,000
Heartland Health	1992	28,015,000	—
Heartland Health	1993	33,180,000	—
Lake of the Ozarks General Hospital	1996	8,595,000	8,595,000
Park College	1994	795,000	1,030,000
Rockhurst College	1992	5,630,000	5,755,000
Sisters of Mercy	1992A	26,240,000	27,230,000
Southeast Missouri Hospital	1991	—	16,140,000
Southwest Baptist University	1991	—	3,905,000
Stephens College	1989	3,510,000	—

Schedule of
Conduit Debt

SCHEDULE OF CONDUIT DEBT

unaudited December 31, 2001 and 2000

Institution	Series	2001	2000
St. John's Regional Medical Center	1985	—	28,700,000
St. Louis Children's Hospital	1992	53,251,014	57,241,014
St. Louis Priory School	1996	—	4,655,000
St. Louis University High School	1994	12,235,000	12,845,000
St. Luke's of Kansas City	1991	—	37,565,000
St. Louis University	1991	—	15,035,000
St. Louis University	1993	30,600,000	32,445,000
University of Health Sciences	1994	4,345,000	—
University of Missouri			
College Savings Bonds	1989	9,619,144	11,288,129
Washington University	2000	<u>67,000,000</u>	<u>—</u>
Total defeased bond issues		<u>\$ 449,240,158</u>	<u>\$ 509,189,143</u>

Due to the defeasance of these bond issues, the bonds payable balances are not included in the Schedule of Conduit Debt Obligations above.